Governments for the purpose, which has resulted in visible improvements in the living conditions in the prisons in the country.

**Reintroduction of Incentive Scheme for Sugar Mills**

1721. SHRI SULTAN SALAHUDDIN OWAISI :
SHRI R. SAMBASIVA RAO :

Will the Minister of FOOD be pleased to state :

(a) whether the Government propose to reintroduce the incentive scheme for the sugar mills;

(b) if so, the main features thereof and the manner in which it is different from the earlier scheme;

(c) whether the Government will be having some control on sugar mills under this scheme;

(d) if so, the details thereof;

(e) the extent to which it is likely to benefit the sugar mills and cane growers; and

(f) the time bound programme has been set for issuing letters of intent to new sugar mills ?

THE MINISTER OF FOOD AND MINISTER OF CIVIL SUPPLIES, CONSUMER AFFAIRS AND PUBLIC DISTRIBUTION (SHRI DEVENDRA PRASAD YADAV) : (a) and (b) Government have decided to accept the recommendations of the Bureau of Industrial Costs & Prices to grant incentives in the form of additional quota of free-sale sugar in the establishment of new sugar factories and expansion projects.

The new Incentive Scheme covers letters of intent issued after 31.3.1994. Like earlier scheme, incentives under the new Scheme are also in the form of extra free-sale quota to new and expansion projects. A statement showing the incentive free-sale quota, including the normal free-sale, is enclosed.

(c) and (d) The monthly releases of free-sale sugar shall be regulated by the Central Government.

(e) The scheme shall improve the feasibility of new sugar factories and expansion projects and will also result in higher utilisation of sugarcane for sugar production in the long run.

(f) No time bound programme can be set for issuing letters of intent but on account of simplified procedure for licensing processing of application is likely to be faster.

***Statement***

*Benefits of Additional Free-Sale Quota Including Normal Free-Sale Quota under New Incentive Scheme*

| | New | | Expansion | | Expansion | |
|---|---|---|---|---|---|---|
| | 2500 TCD | | 1250 TCD to 2500 TCD | | 2500 TCD to 5000 TCD | |
| Year | HRA | ORA | HRA | ORA | HRA | ORA |
| 1. | 100 | 100 | 85 | 100 | 80 | 90 |
| 2. | 100 | 100 | 85 | 100 | 80 | 90 |
| 3. | 100 | 100 | 85 | 100 | 80 | 90 |
| 4. | 100 | 100 | 85 | 100 | 80 | 90 |
| 5. | 100 | 100 | 85 | 100 | 80 | 90 |
| 6. | | 100 | | | | |
| 7. | | 100 | | | | |
| 8. | | 100 | | | | |

NOTE :

(i) Ceiling :

| | | |
|---|---|---|
| 50000 MT for HRA & 44000 MT for ORA | 25000 MT for HRA & 22000 MT for ORA with Respect to Excess Production | 50000 MT for HRA & 44000 MT for ORA with Respect to Excess Production |

(ii) HRA indicates High Recovery Area and ORA indicates Other Recovery Area.